

Report on Housing Needs in the City of Falls Church

September 2005

Questions from Council and Others

- City contributions to housing
- Workforce Housing
- > Fair Housing
- Special Needs Housing

Objective of Presentation

Respond to Questions and Provide a backdrop related to:

- Housing needs in the City
- A strategy to address the needs
- Specific tools to meet the needs

Critical Housing Issues

- Affordable Housing Preservation
- Mixed Income Housing
 - Low, Mod and Middle Income
 - Workforce

Why?

Potential loss of 754 units of affordable multi-family rental housing by 2010 as a result of redevelopment and escalating rents

Higher assessments and sales prices

Need for preservation and creation of diversity of housing choices

Fields of Falls Church



Fields of Falls Church

(Formerly Westbrook Commons)

96 Unit Multifamily Rental Property Rehabilitated in 1996 utilizing Low-income Housing Tax Credits 15-year obligation to serve low-income Households expires in 2010

Virginia Village



Virginia Village

20 Buildings; 80 1-bedroom units 15 Owners; FCHC owner of 2 buildings

Low to moderate income renters

Development pressure from east and west

Lee Square

Broadfalls







Broadfalls

115
Rental units

113 Rental units

2-bedroom \$1,215/month 2-bedroom \$1,160/month

Affordable to households earning 60-70% of median income

Merrill House

Roosevelt Towers





Merrill House and Roosevelt Towers

Combined: 350 Rental Units

2-bedrooms @ \$1,475

Affordable to households earning 70%-80% of median income

Winter Hill



Winter Hill Townhomes

Selling for \$399,900

Affordable to households earning \$120,000

Small Lots - Large Homes





Small Lots - Large Homes

In past 4 years, <u>47 small</u> single family <u>homes</u> have been <u>replaced with larger</u> homes at higher sales price

What does this mean?

Median prices not affordable to low and moderate income households

Limited supply available to middle income households

What are the Implications?

Inability to retain current City residents

Provide housing for projected new workforce

(60,400 estimated regional new jobs annually)

What needs to be done?



Acquire



> Invest



> Build

What needs to be done? Acquire

Acquire existing multifamily buildings threatened by redevelopment, expiration of tax credits or escalating rents

- Virginia Village
- The Fields of Falls Church
- Roosevelt Towers

What needs to be done? Invest

Invest in affordable housing by dedicating annual funding to acquire, rehabilitate and finance affordable housing

- ❖ Affordable Housing Policy 0.5% of annual budget = \$310,442
- ❖ Recordation Taxes = \$250,000
- ❖ 1¢ Real Estate Tax = \$310,740

What needs to be done? > Build

Building affordable housing by requiring a percentage of all units in Special Exception projects and redevelopment areas to be affordable

- ❖ Goal of 12.5%
- To date, 41 ADUs constructed and/or expected through this process 31 under Special Exception

What can Council do?

Create new opportunities

Dedicate funds to AHF and CIP Zoning flexibility

Questions from Council and Others

What are all housing related costs/resources/tax abatement and City contributions available for Affordable Housing?

Continuum of Housing



Shelter





Fairfax County Shelters

- 5 year-round shelter serving single adults and families
- **\$46,871**

Winter Overflow Shelter

- Operate during November thru February
- Serves 14 single adults
- \$20,000 CDBG, CSF + Space

Transitional

Shelter Special Needs

Ives House

Homestretch

Permanent

Leased to Center for Multicultural Human Services to serve up to 6 single women/ women and children

Miller House

Donated space, rent value \$24,000 (In-kind)

Owned by
Presbyterian
Church;
Homestretch and
FCHC provide
transitional
housing for 6-8
single women

\$27,500 (CDBG)

Provides 5 units of transitional housing to families in the City

\$18,000 (CSF)

Pendleton House





CSB provides
housing and services
to City residents with
disabilities, including
mental health, mental
retardation, and
substance abuse

CSB operates the Pendleton, serving 5 men with mental retardation

Total CSB cost: \$605,533 (General funds)



Rent Subsidy Tenant
Based Rental Assistance
and SHF

- 9 current participants
- \$70,744 Federal funds
- \$51,851 City funds

Housing Choice Voucher

- 52 current City recipients
- \$547,248 Federal Funds

Broadway





ADUs

- 14 units occupied
- 27 additional for-sale condominium units committed

1st Time Homebuyers

• \$28,900 (CDBG)

How much cash is available in the Affordable Housing Fund?

Current	Committed	Total
\$413,192	\$200,000	\$613,192

Past Allocations to the Fund

FY2001 FY2004

\$25,000 \$250,000

Attachment B, Housing Needs Report

How many City and School employees are interested in affordable housing?

Contact List: 182

- 18 City employees
- 10 School employees

109 applications for 4 ADUs at the Byron

- 56 City residents
- 13 City employees
- 6 Schools employees

Page 4 in Housing Needs Report

What is the size of households and number of families with children on the ADU interest list?

64 households of two or more persons

Data on household composition not collected; violation of Fair Housing laws

Pages 4,5 in Housing Needs Report

Does housing targeting specific populations violate Fair Housing Laws?

No, as long as the targeting does not result in disparate impact

Page 5 in Housing Needs Report

Disparate Impact occurs if one group is favored at the expense of another in any of the protected classes under fair housing

Does the City need a group home for adults with Mental Retardation?

Issue discussed by HSAC

Recommendations:

Further assessment regarding specific numbers of individual and level of care; development of business plan

Evaluate information in context with services currently provided by contract through the CSB

Page 5, 6 in Housing Needs Report

Does the City have the legal authority to provide housing benefits for employees?

Requires state enabling legislation

Arlington granted authority by 2002 General Assembly, §15.2-720.1

Page 6 in Housing Needs Report

Summary



Acquire



> Invest



> Build